COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE APPLICATION OF SOUTH ANDERSON)
WATER DISTRICT TO INCREASE CERTAIN) CASE NO. 2004-00525
NON-RECURRING CHARGES)

ORDER

On December 29, 2004, South Anderson Water District ("South Anderson") applied for authority to revise certain non-recurring charges. On January 18, 2005, South Anderson submitted additional information and the application was then considered filed. The Attorney General of Kentucky ("AG"), by and through his Office of Rate Intervention, was granted intervention and made a party to this case. On March 9, 2005, Commission Staff held an informal conference with South Anderson and the AG to discuss the proposed non-recurring charges and tariff revision. South Anderson stated that its proposed tariff revision was intended to upgrade and revise its filed tariff. After discussion among South Anderson, Commission Staff, and the AG, South Anderson agreed to file revisions to its proposed tariff.

Subsequently, on March 15, 2005, South Anderson filed a revised tariff that incorporated the suggestions as discussed in the informal conference. South Anderson has provided adequate evidence of the individual expenses incurred to provide the services associated with the proposed charges.

The Commission, having reviewed the record and being sufficiently advised, finds that:

- 1. Pursuant to Administrative Regulation 807 KAR 5:011, Section 10(3), a utility may only make two filings to adjust its non-recurring charges between general rate adjustment cases. Since its last general rate adjustment proceeding and prior to its current application, South Anderson has applied for adjustment to its non-recurring charges at least twice.
- 2. South Anderson has requested a deviation from Administrative Regulation 807 KAR 5:011 to permit its current application.
- 3. Good cause exists to permit South Anderson to deviate from Administrative Regulation 807 KAR 5:011. As KRS 278.023 permits a water district to adjust its general rates without applying for a general rate adjustment, and as South Anderson has used the procedures set forth in KRS 278.023 to adjust its rates several times since its last application for general rate adjustment, enforcement of Administrative Regulation 807 KAR 5:011, Section 10(3), would result in additional expense to the water district without offering any additional protection to the public.
- 4. The proposed charges are equal to the expenses incurred to provide the associated services.
- 5. The charges set forth in Appendix A to this Order are fair, just, and reasonable and should be approved.

IT IS THEREFORE ORDERED that:

- South Anderson is granted a deviation from Administrative Regulation 807
 KAR 5:011 to apply for the proposed adjustment to its non-recurring charges.
- 2. The charges in Appendix A are approved for services rendered on and after the date of this Order.

The revised proposed tariff sheets filed by South Anderson on March 15,
 are accepted as filed.

Done at Frankfort, Kentucky, this 28th day of April, 2005.

By the Commission

ATTEST:

Executive Director

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 2004-00525 DATED April 28, 2005

The following rates, charges, and policies are prescribed for the customers in the area served by South Anderson Water District. All other rates, charges, and policies not specifically mentioned herein shall remain the same as those in effect under authority of the Commission prior to the effective date of this Order.

Non-Recurring Charges

Connection/Turn-on Charge	\$25.00
Connection/Turn-on Charge (After Hours)	50.00
Damage to Meter Setting or Lid	Actual Cost
Field Collection Charge	25.00
Late Payment Penalty	10%
Meter Relocation Charge	Actual Cost
Meter Re-read Charge	25.00
Meter Re-read Charge (After Hours)	50.00
Meter Test Charge	50.00
Re-Connection Charge	50.00
Re-Connection Charge (After Hours)	75.00
Returned Check Charge	25.00
Service Call/Investigation	25.00
Service Call/Investigation (After Hours)	50.00